

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2007

| | November-07 | | | | October-07 | | | | September-07 | | | | Current FYTD | Prior Year FY07 | 3 Years Ended 6/30/2007 | 5 Years Ended 6/30/2007 |
|---|------------------|-------------------|---------------|---------------|------------------|-------------------|---------------|---------------|------------------|-------------------|---------------|-----------------|----------------|-----------------|-------------------------|-------------------------|
| | Market Value | Allocation Actual | Policy | Month Net ROR | Market Value | Allocation Actual | Policy | Month Net ROR | Market Value | Allocation Actual | Policy | Quarter Net ROR | Net | Net | Net | Net |
| LARGE CAP DOMESTIC EQUITY | | | | | | | | | | | | | | | | |
| <i>Structured Growth</i> | | | | | | | | | | | | | | | | |
| Los Angeles Capital | 118,116 | 3.2% | 3.4% | -3.72% | 122,742 | 3.2% | 3.4% | 2.29% | 127,501 | 3.4% | 3.4% | 0.38% | -1.14% | 21.84% | 13.35% | N/A |
| Total Structured Growth | 118,116 | 3.2% | 3.4% | -3.72% | 122,742 | 3.2% | 3.4% | 2.29% | 127,501 | 3.4% | 3.4% | 0.38% | -1.14% | 21.84% | 13.35% | 10.94% |
| <i>Russell 1000 Growth</i> | | | | -3.68% | | | | 3.40% | | | | 4.21% | 3.79% | 19.04% | 8.70% | 9.28% |
| <i>Structured Value</i> | | | | | | | | | | | | | | | | |
| LSV | 116,284 | 3.1% | 3.4% | -5.03% | 122,506 | 3.2% | 3.4% | 0.06% | 124,303 | 3.3% | 3.4% | -0.89% | -5.82% | 23.77% | 19.00% | 16.55% |
| <i>Russell 1000 Value</i> | | | | -4.89% | | | | 0.01% | | | | -0.24% | -5.11% | 21.87% | 15.93% | 13.31% |
| <i>Russell 1000 Enhanced Index</i> | | | | | | | | | | | | | | | | |
| LA Capital | 244,871 | 6.5% | 6.8% | -3.42% | 253,746 | 6.7% | 6.8% | 2.65% | 253,828 | 6.8% | 6.8% | 0.24% | -0.62% | 21.27% | 13.46% | N/A |
| <i>Russell 1000</i> | | | | -4.26% | | | | 1.74% | | | | 1.98% | -0.66% | 20.43% | 12.34% | |
| <i>S&P 500 Enhanced Index</i> | | | | | | | | | | | | | | | | |
| Westridge | 264,005 | 7.0% | 6.8% | -4.10% | 282,827 | 7.5% | 6.8% | 1.67% | 281,306 | 7.5% | 6.8% | 2.18% | -0.36% | 21.12% | 11.98% | N/A |
| <i>S&P 500</i> | | | | -4.18% | | | | 1.59% | | | | 2.03% | -0.68% | 20.59% | 11.68% | |
| <i>Index</i> | | | | | | | | | | | | | | | | |
| State Street | 72,517 | | | -4.50% | 75,876 | | | -0.10% | 77,081 | | | -0.80% | -5.35% | 21.82% | 12.34% | 11.08% |
| Total 130/30 | 72,517 | 1.9% | 2.3% | -4.50% | 75,876 | 2.0% | 2.3% | -0.10% | 77,081 | 2.1% | 2.3% | -0.80% | -5.35% | 21.82% | 12.34% | 11.08% |
| <i>S&P 500</i> | | | | -4.18% | | | | 1.59% | | | | 2.03% | -0.68% | 20.59% | 11.68% | 10.71% |
| TOTAL LARGE CAP DOMESTIC EQUITY | 815,793 | 21.8% | 22.5% | -4.01% | 857,696 | 22.6% | 22.5% | 1.66% | 864,019 | 23.1% | 22.5% | 0.62% | -1.81% | 21.86% | 13.76% | 12.22% |
| <i>S&P 500</i> | | | | -4.18% | | | | 1.59% | | | | 2.03% | -0.68% | 20.59% | 11.68% | 10.71% |
| SMALL CAP DOMESTIC EQUITY | | | | | | | | | | | | | | | | |
| <i>Manager-of-Managers</i> | | | | | | | | | | | | | | | | |
| SEI | 134,916 | 3.6% | 3.8% | -7.88% | 146,679 | 3.9% | 3.8% | 2.53% | 143,023 | 3.8% | 3.8% | -3.66% | -9.00% | 18.39% | 13.70% | 14.37% |
| <i>Russell 2000 + 200bp</i> | | | | -7.01% | | | | 3.04% | | | | -2.60% | -6.68% | 18.76% | 15.72% | 16.16% |
| <i>Enhanced</i> | | | | | | | | | | | | | | | | |
| Research Affiliates | 128,207 | 3.4% | 3.8% | -7.18% | 138,046 | 3.6% | 3.8% | 1.19% | 136,366 | 3.6% | 3.8% | N/A | N/A | N/A | N/A | N/A |
| <i>Russell 2000</i> | | | | -7.18% | | | | 2.87% | | | | -3.09% | -7.47% | | | |
| TOTAL SMALL CAP DOMESTIC EQUITY | 263,123 | 7.0% | 7.5% | -7.54% | 284,725 | 7.5% | 7.5% | 1.88% | 279,389 | 7.5% | 7.5% | -4.98% | -10.49% | 18.39% | 13.70% | 14.37% |
| <i>Russell 2000</i> | | | | -7.18% | | | | 2.87% | | | | -3.09% | -7.47% | 16.44% | 13.45% | 13.88% |
| DOMESTIC FIXED INCOME | | | | | | | | | | | | | | | | |
| <i>Core Bond</i> | | | | | | | | | | | | | | | | |
| Western Asset | 744,484 | 19.9% | 20.2% | 0.67% | 739,881 | 19.5% | 20.2% | 0.95% | 728,665 | 19.5% | 20.2% | 1.87% | 3.54% | 7.29% | 4.44% | 5.64% |
| <i>Lehman Aggregate</i> | | | | 1.80% | | | | 0.90% | | | | 2.84% | 5.63% | 6.12% | 3.98% | 4.48% |
| <i>Mortgage Backed</i> | | | | | | | | | | | | | | | | |
| Hyperion | 197,770 | 5.3% | 5.2% | -2.25% | 202,794 | 5.4% | 5.2% | 0.28% | 198,326 | 5.3% | 5.2% | -1.78% | -3.71% | N/A | N/A | N/A |
| <i>Lehman Global Aggregate (US Securitized Portion)</i> | | | | 1.73% | | | | 1.33% | | | | 3.88% | 7.08% | | | |
| <i>Core Plus/Enhanced</i> | | | | | | | | | | | | | | | | |
| Clifton Group | 216,512 | 5.8% | 5.2% | 2.86% | 210,362 | 5.6% | 5.2% | 0.80% | 205,732 | 5.5% | 5.2% | 4.41% | 8.26% | 5.52% | N/A | N/A |
| Prudential | 206,073 | 5.5% | 5.2% | 0.91% | 205,076 | 5.4% | 5.2% | 0.86% | 200,267 | 5.4% | 5.2% | 1.95% | 3.76% | N/A | N/A | N/A |
| Total Core Plus/Enhanced | 422,585 | 11.3% | 10.4% | 1.90% | 415,438 | 11.0% | 10.4% | 0.83% | 405,999 | 10.9% | 10.4% | 3.18% | 6.01% | 5.95% | N/A | N/A |
| <i>Lehman Aggregate</i> | | | | 1.80% | | | | 0.90% | | | | 2.84% | 5.63% | 6.12% | | |
| <i>Index</i> | | | | | | | | | | | | | | | | |
| Bank of ND | 372,214 | 9.9% | 9.1% | 2.10% | 364,581 | 9.6% | 9.1% | 0.84% | 362,719 | 9.7% | 9.1% | 3.09% | 6.15% | 5.45% | 2.92% | 4.32% |
| <i>Lehman Gov/Credit (1)</i> | | | | 1.98% | | | | 0.91% | | | | 3.01% | 5.99% | 6.00% | 3.04% | 4.35% |
| <i>BBB Average Quality</i> | | | | | | | | | | | | | | | | |
| Wells Capital (formerly Strong) | 739,810 | 19.8% | 20.2% | 1.00% | 732,370 | 19.3% | 20.2% | 1.16% | 718,998 | 19.2% | 20.2% | 1.48% | 3.69% | 7.93% | 4.86% | 6.59% |
| <i>Lehman US Credit BAA</i> | | | | 0.31% | | | | 1.46% | | | | 1.67% | 3.47% | 7.54% | 4.47% | 6.59% |
| TOTAL DOMESTIC FIXED INCOME | 2,476,863 | 66.1% | 65.0% | 0.95% | 2,455,064 | 64.8% | 65.0% | 0.92% | 2,414,708 | 64.5% | 65.0% | 1.84% | 3.76% | 7.11% | 3.89% | 5.04% |
| <i>Lehman Aggregate (2)</i> | | | | 1.80% | | | | 0.90% | | | | 2.84% | 5.63% | 6.12% | 4.13% | 4.87% |
| CASH EQUIVALENTS | | | | | | | | | | | | | | | | |
| Bank of ND | 190,021 | 5.1% | 5.0% | 0.31% | 189,442 | 5.0% | 5.0% | 0.36% | 183,769 | 4.9% | 5.0% | 1.24% | 1.92% | 5.36% | 4.10% | 3.00% |
| <i>90 Day T-Bill</i> | | | | 0.47% | | | | 0.30% | | | | 1.34% | 2.11% | 5.21% | 3.78% | 2.76% |
| TOTAL RISK MANAGEMENT FUND | 3,745,799 | 100.0% | 100.0% | -0.84% | 3,786,928 | 100.0% | 100.0% | 1.14% | 3,741,884 | 100.0% | 100.0% | 1.04% | 1.33% | 11.20% | 6.46% | 7.26% |
| <i>POLICY TARGET BENCHMARK</i> | | | | -0.29% | | | | 1.17% | | | | 2.17% | 3.07% | 10.02% | 6.27% | 6.80% |

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.